

DEPARTMENT OF
PUBLIC HEALTH AND HUMAN SERVICES

EXHIBIT *Box 4*

DATE *1-26-07*

4B *Child Services*
JOAN MILES
DIRECTOR



BRIAN SCHWEITZER
GOVERNOR

STATE OF MONTANA

TO: John Chappuis
Deputy Director

FROM: Scott Sim *4B*
Office of Budget & Finance

SUBJECT: Final FY2006 Budget Status Report

September 1, 2006

Attached is the budget status report depicting the financial condition the Department at the close of fiscal year 2006. The report is based on SABHRS transactions recorded through fiscal year end. The Department closed the fiscal year with a useable general fund surplus of \$1.2 million. This reverted amount should be adequate for any necessary prior year adjustments, and represents 0.4% of the total general fund budget.

The \$1.2 million surplus shown on this report is the balance of the discretionary general fund appropriations only. We reverted an additional \$1.5 million in restricted and restricted biennial appropriations. The restricted balances were not included as these can not be used for any other purpose. There was also \$1 million in non-restricted biennial balances at year end. These biennial balances are not shown as the authority remaining will most likely be utilized in FY2007. The overall general fund balance at the close of the year totals \$3.7 million when the restricted and biennial balances are included.

We transferred \$2.8 million from FY2007 for use in FY2006. This amount consisted of \$800,000 between the Montana Developmental Center appropriations and \$2 million between the Montana State Hospital appropriations. These supplemental transfers were necessary to assure that the books closed with positive ending appropriation balances. During the year, the worst case supplemental transfer that we discussed was \$11.3 million. This was revised to a worst case scenario of \$9 million in May. The decrease from May to the final result was due primarily to two factors. First, the \$3 million potential impact of the federal deficit reduction act on the Medicaid targeted case management program, retroactive to January 2006, did not occur. Second, the overall shortfall in Medicaid was significantly less than expected.

The closing process was a bit more arduous than in past years, largely because we were trying to limit the supplemental appropriation transfer amount; but once again the Budget Analysts and all of the staff in the Business and Financial Services Division did an outstanding job. It continues to be a pleasure working with such dedicated staff.

Department of Public Health and Human Services

*Fiscal Year 2006 End
Budget Status Report*

Fiscal Year 2006 Actual Activity

Public Health & Human Services
Agency 6901
FY2006 Budget Status Report
FY2006 End

Expenditure Summary		Ending FY04 Expenses	Ending FY05 Expenses	FY2006 Department Total Budget	FY2006 End FY06 Expenses	Ending FY06 Surplus (Deficit)
Last Update: 28-Aug-06				07/25/06		
	FTE	2,685.75	2,692.89	2,821.04	2,778.66	42.38
61000	Total Personal Services	115,767,959	120,157,678	129,370,099	126,898,019	2,472,080
62000	General Operating	5,977	0	561,335	(1,651,891)	2,213,226
62100	Contracted & Other Services	65,731,998	66,423,256	70,215,156	60,044,804	10,170,352
62200	Supplies & Materials	9,352,673	9,046,523	12,047,729	10,406,285	1,641,444
62300	Communications	4,012,244	4,040,646	4,585,489	4,600,650	(15,161)
62400	Travel	2,035,071	2,306,220	2,653,136	2,644,758	8,378
62500	Rent	6,014,839	6,316,921	6,853,669	7,559,826	(706,157)
62600	Utilities	1,575,034	1,670,366	1,509,522	1,667,473	(157,951)
62700	R&M	1,091,529	975,431	1,150,655	995,707	154,948
62800	Other	2,839,491	2,790,606	3,131,786	3,359,993	(228,207)
62900	Goods for Resale/Other	99,078	53,416	89,877	707,130	(617,253)
62000	Total Operational Expenses	92,757,934	93,623,385	102,798,354	90,334,735	12,463,619
63000	Equipment	500,262	559,164	603,935	501,699	102,236
64000	Capital Outlay	0	39,059	93,010	89,297	3,713
65000	Local Assistance	1,426,636	1,467,176	1,882,201	1,882,201	0
66000	Grants	44,628,292	46,969,802	65,959,037	60,949,219	5,009,818
67000	Benefits	859,796,579	911,036,138	1,075,498,478	1,011,271,355	64,227,123
68000	Transfers	2,621,149	2,790,905	2,839,449	17,344,159	(14,504,710)
69000	Debt Services	936,455	515,042	663,058	592,659	70,399
60000	Total Expenditures	1,118,435,266	1,177,158,349	1,379,707,621	1,309,863,343	69,844,278
Fund Summary		Ending FY04 Expenses	Ending FY05 Expenses	FY2006 Department Total Budget	FY2006 End FY06 Expenses	Ending FY06 Surplus
01000	General Fund	251,077,309	276,894,707	313,548,340	312,330,504	1,217,836
02000	State Special	55,497,725	61,839,451	98,376,881	96,805,088	1,571,793
03000	Federal Fund	811,860,230	838,424,191	967,782,400	900,727,745	67,054,655
Total Funding		1,118,435,263	1,177,158,349	1,379,707,621	1,309,863,337	69,844,284

Public Health & Human Services Funding Summary by Division FY2006 End			Ending FY04 Expenses	Ending FY05 Expenses	FY2006 Department Total Budget	FY2006 End FY06 Expenses	Ending FY06 Surplus
<u>Human and Community Services</u>							
	General Fund		22,929,185	22,768,010	27,104,865	27,072,189	32,676
	State Special		776,152	1,673,683	1,168,364	1,056,119	112,245
	Federal Fund		158,861,029	173,018,983	203,304,838	178,314,564	24,990,274
	Total Division		182,566,366	197,460,676	231,578,067	206,442,872	25,135,195
<u>Child & Family Services Division</u>							
	General Fund		20,903,613	22,479,149	25,225,208	25,213,806	11,402
	State Special		1,494,713	1,926,203	2,367,778	2,289,164	78,614
	Federal Fund		24,655,658	26,336,159	28,622,758	28,033,129	589,629
	Total Division		47,053,985	50,741,511	56,215,744	55,536,099	679,645
<u>Director's Office</u>							
	General Fund		1,438,895	1,264,722	3,140,856	3,132,690	8,166
	State Special		290,482	209,954	464,756	353,590	111,166
	Federal Fund		1,750,653	1,843,812	8,219,950	6,625,338	1,594,612
	Total Division		3,480,029	3,318,488	11,825,562	10,111,618	1,713,944
<u>Child Support Enforcement Division</u>							
	General Fund		271,276	1,302,461	1,929,816	1,929,815	1
	State Special		2,806,505	1,909,389	1,858,822	1,770,655	88,167
	Federal Fund		6,178,108	6,308,132	6,634,794	6,479,995	154,799
	Total Division		9,255,888	9,519,982	10,423,432	10,180,465	242,967
<u>Business and Financial Services Division</u>							
	General Fund		1,913,528	2,114,772	3,736,037	3,727,067	8,970
	State Special		281,423	308,150	912,694	869,046	43,648
	Federal Fund		2,791,893	2,943,498	4,150,349	4,080,596	69,753
	Total Division		4,986,845	5,366,420	8,799,080	8,676,709	122,371
<u>Public Health & Safety Division</u>							
	General Fund		1,901,856	1,891,316	2,744,032	2,737,099	6,933
	State Special		5,942,915	6,493,717	11,673,114	11,573,563	99,551
	Federal Fund		37,081,343	40,062,799	45,293,726	39,567,277	5,726,449
	Total Division		44,926,115	48,447,832	59,710,872	53,877,939	5,832,933

Public Health & Human Services Fund Type Summary by Division FY2006 End			Ending FY04 Expenses	Ending FY05 Expenses	FY2006 Department Total Budget	FY2006 End FY06 Expenses	Ending FY06 Surplus
<u>Quality Assurance Division</u>							
	General Fund		1,960,084	1,960,970	2,125,682	2,115,153	10,529
	State Special		255,056	88,261	218,319	134,135	84,184
	Federal Fund		5,367,127	5,176,113	5,894,553	5,345,254	549,299
	Total Division		7,582,267	7,225,344	8,238,554	7,594,542	644,012
<u>Technology Services Division</u>							
	General Fund		9,136,221	9,300,617	6,494,425	6,474,653	19,772
	State Special		1,133,097	1,209,087	767,192	645,251	121,941
	Federal Fund		17,787,745	15,266,962	11,576,228	10,040,347	1,535,881
	Total Division		28,057,064	25,776,666	18,837,845	17,160,251	1,677,594
<u>Disabilities Services Division</u>							
	General Fund		44,783,539	43,053,454	47,497,019	47,479,816	17,203
	State Special		2,834,001	2,487,909	2,784,416	2,502,621	281,795
	Federal Fund		80,878,793	78,352,931	82,084,885	80,621,877	1,463,008
	Total Division		128,496,333	123,894,294	132,366,320	130,604,314	1,762,006
<u>Health Resources Division</u>							
	General Fund		71,665,413	88,988,046	101,076,801	100,114,435	962,366
	State Special		14,302,095	16,033,218	31,871,731	31,669,821	201,910
	Federal Fund		297,927,620	307,880,693	359,812,758	337,565,327	22,247,431
	Total Division		383,895,128	412,901,957	492,761,290	469,349,583	23,411,707
<u>Senior & Long-Term Care Division</u>							
	General Fund		37,463,981	43,030,354	47,565,681	47,462,478	103,203
	State Special		14,720,683	17,482,806	27,831,263	27,770,510	60,753
	Federal Fund		146,006,764	144,010,738	170,296,126	165,255,110	5,041,016
	Total Division		198,191,429	204,523,898	245,693,070	240,488,098	5,204,972
<u>Addictive & Mental Disorders Division</u>							
	General Fund		36,709,716	38,740,836	44,907,918	44,871,303	36,615
	State Special		10,660,603	12,017,074	16,458,432	16,170,613	287,819
	Federal Fund		32,573,496	37,223,371	41,891,435	38,798,931	3,092,504
	Total Division		79,943,815	87,981,281	103,257,785	99,840,847	3,416,938
<u>Public Health & Human Services</u>							
	General Fund		251,077,309	276,894,707	313,548,340	312,330,504	1,217,836
	State Special		55,497,725	61,839,451	98,376,881	96,805,088	1,571,793
	Federal Fund		811,860,230	838,424,191	967,782,400	900,727,745	67,054,655
	Department Total		1,118,435,263	1,177,158,349	1,379,707,621	1,309,863,337	69,844,284